

SENATE BILL 3333

By McNally

AN ACT to amend Tennessee Code Annotated, Title 48
and Title 67, relative to electricity.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 48-69-103(6), is amended by deleting the semicolon at the end of subsection (6) and adding the following language:

, and "governmental electric system" may, at the election of the G&T cooperative, for purposes of membership in the G&T cooperative, include the Tennessee Valley authority, all as provided in the bylaws of the G&T cooperative.

SECTION 2. Tennessee Code Annotated Section, 48-69-106(b), is amended by adding the following as a new subdivision:

(13) Enter into one (1) or more agreements providing for the making of payments in lieu of taxation to any state or local taxing jurisdiction within or outside of the state to the extent that the G&T cooperative's wholesale sale of capacity and energy to a member or patron of the G&T cooperative results in a diminution in payments in lieu of taxes from the Tennessee Valley authority to such state and local governments. For purposes of this subdivision (b)(3), "payments in lieu of taxes" means payments made by the Tennessee Valley authority to state and local governments on account of its gross proceeds under § 13 of the Tennessee Valley Authority Act of 1933, pursuant to 16 U.S.C. § 831. All such payments shall be ordinary operating expenses of the G&T cooperative.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.